

SENATE BILL 409

By Kyle

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 6, relative to sales and use tax.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 6, Part 3, is amended by adding the following as a new, appropriately designated section:

Section 67-6-396.

(a) There shall be exempt from any tax imposed by chapter 6 of this title, the sale of food staples.

(b) As used in this section, the term "food staples" means eggs, flour, sugar, milk, baby food, and baby formula.

SECTION 2. The department of revenue is authorized to promulgate rules and regulations to effectuate the provisions of this act.

SECTION 3. This act shall take effect at 12:02 a.m. on July 1, 2007, the public welfare requiring it.